Dept. of State, ISS/IPS, Margaret P. Grafeld, Director of State, ISS/IPS, Margaret P.	SENSITIVE		
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MEMORANDUM FOR SECRETARY OF STATE SECRETARY OF COMMERCE

SUBJECT: Computers for Israel_

OSD 3.3(b)(4)(5)

Last June and October export licenses were granted by your departments for two CDC 6400 computers and one IBM 360/65 computer for Israel, One CDC 6400 and the 360/65 were for the Ministry of Defense, and one CDC 6400 for the Hebrew University. These are very powerful computers of major strategic significance. The CDC 6400 in particular is a critical tool in the development of nuclear weapons. OSD 3.3(b)(4)(5)

We have strong intelligence indications that

25X1, E.O.13526

puters for which licenses have been granted - two of which have already been chipped - will aid them materially in this endeavor. It is, of course, the policy of the U.S. Covernment to oppose lorael's developing nuclear weapons, and it is my recommendation that the as yet undelivered CDC 6400 and the peripherals for it not be released to forsel.

OSD 3.3(b)(4)(5)

I ergo we jointly review the present procedures to make sure that Desense and the AEC do in fact have the opportunity for prior consultation on such matters.

OSD 3.3(b)(4)(s)

Rewritten and retyped in ODepSec/JBW/13 Mar 69